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BEFORE THE GROWTH MANAGEMENT HEARINGS BOARD WESTERN WASHINGTON REGION STATE OF WASHINGTON

JOHN KARPINSKI, CLARK COUNTY NATURAL RESOURCES COUNCIL and FUTUREWISE,

Case No. 07-2-0027

Petitioners,

rennoners,

FINAL DECISION AND ORDER ON REMAND [AREAS WB, VA, and VA-2]

CLARK COUNTY,

Respondent,

and

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GM CAMAS, LLC.; JOHNSTON DAIRY, et al. and MACDONALD PROPERTIES; DARYL GERMANN; CURT GUSTAFSON; T3G, LLC; HINTON DEVELOPMENT CORPORATION; BUILDING INDUSTRY ASSOCIATION OF CLARK COUNTY; CITY OF LA CENTER; AND BIRCHWOOD FARMS, LLC

Intervenors.

SYNOPSIS

On remand from the Court of Appeals, Division II, the Board reviewed the challenges to Clark County's decision to de-designate three areas of previously designated Agricultural Land of Long Term Commercial Significance (ALLTCS). The Board concludes the Court of Appeals has decided the question of whether Areas VA and VA-2 were characterized by urban growth. As a result, the Board's prior Order finding to the contrary is reversed.

The Court's remand decision also directed the Board to further consider whether Area WB has long-term commercial significance for agricultural production based on the factors set forth in former WAC 365-190-050(1). Pursuant to that analysis, the Board

concludes Area WB has long-term commercial significance for agricultural production. The Board's prior Order is affirmed in that regard. Findings and conclusions in the June 3, 2008 Amended Final Decision and Order addressing the de-designation decision of Area WB are supplemented as set forth below.

I.

The Board held a Remand Hearing in Vancouver, Washington on February 4, 2013, attended by members Nina Carter, Margaret Pageler and William Roehl, with Roehl presiding. John Karpinski, Clark County Natural Resources Council and Futurewise (Petitioners) were represented by Tim Trohimovich. Christine M. Cook represented Clark County (County), Randall B. Printz appeared on behalf of Intervenor MacDonald Properties, LeAnne M. Bremer on behalf of Intervenor Birchwood Farms LLC, and James D. Howsley on behalf of Intervenor Holt Homes, Inc.

II. PROCEDURAL BACKGROUND

This matter returned to the Board following appeals arising from entry of the Board's Final Decision and Order (FDO) and Amended FDO (AFDO) on May 14 and June 3, 2008, respectively. The case began with Petitioners' challenge of Clark County's Ordinance 2007-09-13¹ which de-designated 19 areas of previously designated ALLTCS, consisting of 4,351 acres, and added that acreage to the urban growth areas (UGAs) of various Clark County cities.² The de-designation decision occurred less than three years after the adoption of the County's 2004 Growth Management Act (GMA) update which included the designation of those areas as ALLTCS.³ Of the 19 areas, the Board found the decision to de-designate 11 of them failed to comply with the GMA as they were not characterized by urban growth.⁴

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Adopted on September 25, 2007.

² Counties may simultaneously review comprehensive plan land use elements and UGA boundaries. RCW 36. 70A.130.

³ Adopted September 7, 2004.

⁴ Amended Final Decision and Order, June 3, 2008, p. 3. The original FDO was entered on May 14, 2008, but was amended primarily to correct clerical and grammatical errors.

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The County's appeal of the Board's decision to the Clark County Superior Court resulted in a ruling which affirmed the Board in part and reversed it in part. The parties then appealed in turn to the Court of Appeals, Division II. The Court of Appeals remanded three of the eleven areas found non-compliant by the Board and affirmed the Board as to the others. Ultimately, the Washington Supreme Court granted review in part, considering only an issue involving the Court of Appeals' consideration of the validity of cities' decisions to annex lands while a challenge was pending before the Board. The Supreme Court's action was to vacate a portion of the Court of Appeals decision, a portion which has no bearing on the issues before the Board pursuant to the remand order.

The end result of the appellate process was the remand of a limited number of issues. Most recently, the Clark County Superior Court entered an order remanding the matter to the Board.¹⁰

III. JURISDICTION, STANDARD OF REVIEW, AND SCOPE OF REMAND

Jurisdiction

The Board found in its FDOs that it had jurisdiction in these proceedings¹¹ and no issue has been raised challenging that finding.

Standard of Review

In Swinomish Indian Tribal Community v. W. Wash. Growth Mgmt. Hearings Bd., 12 the Supreme Court summarized the Board's standard of review:

⁵ Clark County Superior Court Cause No. 08-2-03625-5.

⁶ Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. 204, 254 P.3d 862 (2011).

⁷ The appeal of the Board's decision challenged only 11 of the 19 de-designated areas.

⁸ Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 177 Wn.2d 136, 298 P.3d 704 (2013).

⁹ *Id.* at 148: "We vacate the Court of Appeals' opinion insofar as it relates to the Annexed Lands [Camas Areas CB and CA-1 as well as Ridgefield RB-2]. All claims related to the Annexed Lands were resolved below, were not raised on appeal, remained separate and distinct from the claims and issues actually raised on appeal, and should not have been addressed."

¹⁰ Clark County Superior Court Cause No. 08-2-03625-5, Agreed Order Remanding the Case to the Growth Management Hearings Board, dated July 29, 2013.

¹¹ Conclusion of Law A, AFDO at p. 77.

¹² 161 Wn.2d 415, 423-24, 166 P.3d 1198 (2007) (internal case citations omitted).

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The Board "shall find compliance unless it determines that the action by the [county] is clearly erroneous in view of the entire record before the board and in light of the goals and requirements of [the GMA]." RCW 36.70A.320(3). An action is "clearly erroneous" if the Board is "left with the firm and definite conviction that a mistake has been committed." "Comprehensive plans and development regulations [under the GMA] are presumed valid upon adoption." RCW 36.70A.320(1). Although RCW 36.70A.3201 requires the Board to give deference to a [jurisdiction], the [jurisdiction's] actions must be consistent with the goals and requirements of the GMA.

As to the degree of deference to be granted under the clearly erroneous standard, the *Swinomish* Court stated:¹³

The amount [of deference] is neither unlimited nor does it approximate a rubber stamp. It requires the Board to give the [county's] actions a "critical review" and is a "more intense standard of review" than the arbitrary and capricious standard.

The Court of Appeals in *Suquamish Tribe v. Central Puget Sound Growth Management Hearings Board*, observed:¹⁴

The GMA affords broad discretion to local governments in planning for growth, bounded only by the GMA's goals and requirements. ¹⁵ Boards must afford a county's actions great deference so long as the action complies with the GMA and is not clearly erroneous. . . . ¹⁶ A board must presume that a county's action is valid, leaving the challenger to meet the burden of establishing invalidity. ¹⁷

The Board took note of the following observation included in the Court of Appeals decision remanding this matter and shares the concerns expressed:

The County's contention that the Growth Board is required to give its 2007 de-designation deference over its 2004 designation is unpersuasive. The County designated these parcels as ALLTCS in its 2004 comprehensive plan, which it intended to follow for 20 years. Absent a showing that this designation was both erroneous in 2004 and improperly confirmed by the

¹³ *Id.* at 435, n. 8 (internal citations omitted).

¹⁴ 156 Wn.App. 743, 759, 235 P.3d 812 (2010).

¹⁵ Id., citing King County v. CPSGMHB, 142 Wn.2d 543, 561, 14 P.3d 133 (2000) and Thurston County v. Cooper Point Ass'n, 148 Wn. 2d 1, 13-15, 57 P.3d 1156 (2002).

¹⁶ *Id.* at 760, citing RCW 36.70A.320(2), and *Lewis County v. WWGMHB*, 157 Wn.2d 488, 497, 139 P.3 1096 (2006)

¹⁷ *Id.* citing RCW 36.70A.302(2) and *City of Redmond v. CPSGMHB*, 116 Wn.App. 48, 55, 65 P.3d 337 (2003).

Growth Board, or that a substantial change in the land occurred since the ALLTCS designation, the prior designation should remain. Without such deference to the original designation, there is no land use plan, merely a series of quixotic regulations. Moreover, under such ever-changing regulations, the GMA goal of planning, maintaining, and conserving agricultural lands could never be achieved.¹⁸

That comment was followed by a footnote suggesting legislative guidance in that regard might be appropriate.¹⁹ Notwithstanding the Court's observation regarding deference to a prior but recent ALLTCS designation decision, the Court's reference to legislative clarification leads the Board to conclude that the presumption of validity and deference to County action in the 2007 de-designation decision, as well as placement of the burden of proof on the Petitioners, is applicable to this remand proceeding.

Holt Homes argues the Board is required to defer to the County's de-designation decision. It argues the Board, in its initial decision, improperly found the County's dedesignation decision noncompliant ". . . based on its own independent analysis." "The GMHB cannot substitute its own judgment of the facts against the WAC factors; rather, the GMHB must give deference to the County." Holt argues the Board of County Commissioners (BOCC) is the finder of fact and not the Board although Holt acknowledges the Board may substitute its judgment if it concludes the action was clearly erroneous. It then contends both the Superior Court and the Court of Appeals "considered the evidence"

²¹ *Id.* at 5.

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¹⁸ Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. 204 at 234.

¹⁹ We note that even though a county's comprehensive plan amendments are presumed valid upon adoption, under RCW 36.70A.320(1), a county's previous determinations and designations of land are still relevant to the analysis. A significant goal of the GMA is to identify, *maintain*, enhance, *and conserve* agricultural lands. See RCW 36.70A.020(8); *Soccer Fields*, 142 Wn.2d at 558. This goal suggests there is relevance of a county's previous designation of land as ALLTCS because otherwise there would be no way for a county to maintain and conserve these lands over time. But under the GMA it is unclear, and the legislature may want to consider and provide direction on, what weight a county should give to prior agricultural designations during subsequent comprehensive plan reviews. Based on the goals of maintaining and conserving agricultural lands, it appears the proper weight is deference to the original designation. See RCW 36.70A.020(8); *Soccer Fields*, 142 Wn.2d at 558; see *Yakima County v. E. Wash. Growth Mgmt. Hearings Bd.*, 146 Wn. App. 679, 688-89, 192 P.3d 12 (2008)." 161 Wn. App. 204 at 234, n. 21.

Intervenor Holt Homes, Inc.'s Hearing Brief at 5, 6.

and concluded Area VA was "characterized by urban growth," that no commercial agricultural lands [are] within the area; and that the infrastructure is available."²²

The County echoes some of Holt's argument with the statement that "[t]he Board should defer to the County's planning decisions that VA and VA-2 were appropriate additions when looking at the Vancouver UGA as a whole. That decision belonged to the County and is not for the petitioners or the Board to reweigh."²³

The Board is fully cognizant of the directive set out in RCW 36.70A.320(3) whereby the Board must find a jurisdiction's actions compliant absent a showing such action was clearly erroneous. The Board also appreciates it is not the trier of fact. Having said that, the Board also understands jurisdictions' actions must be in "compliance with the requirements of [the GMA]".²⁴

However, the Board rejects any implication it is limited to considering only such evidence as may support a jurisdiction's decision. To the contrary, the Board is required to reach a decision "in view of the entire record before the board and in light of the goals and requirements of this chapter." RCW 36.70A.320(3).

The Supreme Court recently clarified its *Arlington*²⁵ decision in *Kittitas County v. E. Wash. Growth Mgmt. Hearings Bd.*²⁶ when it stated:

Petitioners argue that, under *City of Arlington*, the mere presence of evidence supporting a county decision as comporting with the GMA entitles that county to board deference. While the issue of proper deference pervades each question, Petitioners' argument and the significance of proper deference to our standard of review in GMA cases compel us to clarify the rule at the outset.

In *City of Arlington*, this court held that boards must consider anecdotal evidence and where, **within the constraints of the GMA**, more than one appropriate planning choice exists, boards must defer to a county's discretion. 164 Wn.2d at 788. Petitioners, however, take the rule in *City of Arlington* to the extreme point of eliminating any evaluative role for boards.

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²² *Id.* at 6.

²³ Clark County's Brief on Remand at 4.

⁴ RCW 36.70A.320.

City of Arlington v. Central Puget Sound Growth Mgmt. Hearings Bd., 164 Wn.2d 768, 193 P.3d 1077 (2008).
 172 Wn.2d 144, 155, 256 P.3d 1193 (2011).

The legislature granted authority to three boards to adjudicate issues of GMA compliance. Former RCW 36.70A.250 (1994), .280(1)(a) (2003). While county actions are presumed compliant unless and until a petitioner brings forth evidence that persuades a board that the action is clearly erroneous, RCW 36.70A.320(3), deference to counties remains "bounded . . . by the goals and requirements of the GMA," *King County*, 142 Wn.2d at 561. The deference boards must give "is neither unlimited nor does it approximate a rubber stamp." *Swinomish Indian Tribal Cmty. v. W. Wash. Growth Mgmt. Hearings Bd.*, 161 Wn.2d 415, 435, n. 8, 166 P.3d 1198 (2007). (Emphasis added).

The Board did not improperly disregard evidence presented by the County. The Board was required to review all evidence supporting the County's decisions, which it did.

Counties may not cite to *any* fact or opinion and then call for absolute deference. Boards must be able to look to evidence and at least evaluate its relevance. To clarify, *City of Arlington* stands for the fact that boards must consider anecdotal evidence provided by counties and defer to local planning decisions as between different planning choices that are compliant with the GMA. It does not mean that counties may point to any evidence and demand unbounded deference (emphasis added).²⁷

Division III of the Court of Appeals commented on the *Kittitas* decision in its *Yakima County v. E. Wash. Growth Mgmt. Hearings Bd.* opinion:²⁸

In *Kittitas County* the court addressed the extent to which a growth board must defer to the counties' local planning processes. The petitioners in *Kittitas County* argued that "the mere presence of evidence supporting a county decision as comporting with the GMA entitles that county to board deference." Finding this extreme stance would eliminate a growth board's evaluative role, the court concluded growth boards must consider anecdotal evidence provided by counties and defer to the counties' discretion when, within the constraints of the GMA, more than one appropriate planning choice exists (citations omitted, emphasis added).²⁹

Clark County raised similar objections in its appeal of this matter, arguing the Board had "exceeded its authority by reevaluating all the evidence in the record." The Court rejected that argument, referencing RCW 36.70A.320(3) and stated: "The County has not

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²⁷ Kittitas County at 157.

²⁸ Yakima County v. E. Wash. Growth Mgmt. Hearings Bd., 168 Wn. App. 680, 279 P.3d 434 (2012).

Id. at 691.
 Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. 204 at 235.

persuaded us that the Growth Board committed an error of law by exceeding its authority in its review of the County's de-designation decisions."31

While granting Clark County the deference to which it is entitled by the GMA, the Board will consider the "entire record before the Board" "in light of the goals and requirements of the [GMA]."

Scope of Remand

The issues before the Board pursuant to the remand involve three areas dedesignated with the adoption of Ordinance 2007-09-13 and added to the urban growth areas of Vancouver and Washougal. Those areas have been referred to throughout these proceedings as Vancouver VA, Vancouver VA-2³² and Washougal WB. The Board framed the remand issues as set forth below:³³

Issue: In the adoption of Ordinance 2007-09-13 as it applies to those areas identified as Vancouver VA, Vancouver VA-2 and Washougal WB:

- a. Did Clark County violate RCW 36.70A.020(8), 36.70A.050(3), 36.70A.070, (1), (3), and 36.70A.170(1) & (2) in Ordinance No. 2007-09-13 by de-designating agricultural land in violation of RCW 36.70A.170, in violation of RCW 36.70A.050(3) and WAC 365-190-050, and in violation of the County's own criteria for designating agricultural land contained within the comprehensive plan and the GMA's requirements for internal consistency in RCW 36.70A.070?
- b. Did Clark County violate RCW 36.70A.020 (1-2, 8-10, 12), 36.70A.060, 36.70A.110(1) & (3) in Ordinance No. 2007-09-13 by including land within Urban Growth Areas that is not characterized by urban growth, should be designated as agricultural land, and is adjacent to agricultural land?

³² Maps included in Ex. 6605 incorrectly referred to this area as VA-1.

Order Setting Briefing and Hearing Schedule on Remand, September 19, 2013, p. 3. No objection to the completeness or accuracy of the issue statements was raised by any party. See WAC 242-03-545. That fact was confirmed by all counsel at the commencement of the remand hearing.

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IV. DISCUSSION

Agricultural Lands

One of the primary goals of the Growth Management Act is the maintenance of agricultural lands and the agricultural industry. RCW 36.70A.020(8) is the natural resource industries goal:

Maintain and enhance natural resource-based industries, including . . . agricultural . . . industries. Encourage the conservation of productive . . . agricultural lands, and discourage incompatible uses. (emphasis added)

Those counties initially required to comply with the GMA were mandated to designate agricultural lands on or before September 1, 1991.³⁴ That designation requirement preceded the directive to adopt comprehensive plans and establish urban growth areas. "The significance of agricultural land preservation in the GMA can be seen in the very timing of key actions mandated in the statute."³⁵

The Supreme Court stated in City of Redmond:

Natural resource lands are protected not for the sake of their ecological role but to ensure the viability of the resource-based industries that depend on them. Allowing conversion of resource lands to other uses by allowing incompatible uses nearby impairs the viability of the resource industry. ³⁶

The definition of agricultural land is found at RCW 36.70A.030(2):

"Agricultural land" means land primarily devoted to the commercial production of horticultural, viticultural, floricultural, dairy, apiary, vegetable, or animal products or of berries, grain, hay, straw, turf, seed, Christmas trees . . . finfish in upland hatcheries, or livestock, and that has long-term commercial significance for agricultural production.

"Long-term commercial significance" is then defined by RCW 36.70A.030(10):

"Long-term commercial significance" includes the growing capacity, productivity, and soil composition of the land for long-term commercial

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³⁴ RCW 36.70A.170(1)(a).

³⁵ City of Redmond v. Central Puget Sound Growth Mgmt. Hearings Bd., 136 Wn.2d 38, 959 P.2d 1091 (1998). ³⁶ City of Redmond, 116 Wn. App. 48 at 47, quoting Richard L. Settle and Charles G. Gavigan, *The Growth Management Revolution in Washington: Past , Present, and Future*, 16 U. Puget Sound L. Review 1141, 1145 (1993).

production, in consideration with the land's proximity to population areas, and the possibility of more intense uses of the land.

The *City of Redmond* court specifically addressed the "devoted to" language used in RCW 36.70A.030(2):

We hold land is "devoted to" agricultural use under RCW 36.70A.030 if it is in an area where the land is actually used or capable of being used for agricultural production. . . . While the land use on the particular parcel and the owner's intended use for the land may be considered along with other factors in the determination of whether a parcel is in an area primarily devoted to commercial agricultural production, neither current use nor landowner intent of a particular parcel is conclusive for purposes of this element of the statutory definition.³⁷

Once agricultural lands have been designated under RCW 36.70A.170, RCW 36.70A. 060(1) directed counties to adopt development regulations to "assure the conservation of agricultural lands." Notwithstanding the mandate to designate and conserve agricultural lands, the courts and the boards have concluded the GMA does not require that such lands remain designated in perpetuity. The Act, however, fails to delineate how a county should determine that designated agriculture lands should be de-designated. In its decision remanding this matter to the Board, the Court of Appeals set forth the "three prongs that must be satisfied for land to be de-designated as ALLTCS," citing the Washington Supreme Court in *Lewis County v. Western Wash. Growth Mgmt. Hearings Board.* Those "prongs," as restated by the Court of Appeals, are:

1. A determination of whether the land is characterized by "urban growth;"

³⁷ City of Redmond, 136 Wn.2d at 53.

Three prongs must be satisfied to designate such lands; to de-designate, one would presume the failure to meet any one of the prongs would justify de-designation. A decision to de-designate ALLTCS requires consideration of the same criteria applicable to designation: "We evaluate whether a de-designation of agricultural land was clearly erroneous by determining whether the property in question continues to meet the GMA definition of 'agricultural land' as defined in *Lewis County.*" *Clark County v. W. Wash. Growth Mgmt. Hearings Bd.*, 161 Wn. App. at 234 (2011); *See also Kittitas County Conservation v. Kittitas County*, Case No. 07-1-0004c, Compliance Order at 17 (Feb. 4, 2009); *Kittitas Conservation v. Kittitas County*, Case No. 07-1-0004c, FDO, at 33 (Aug. 20, 2007); *CCNRC v. Clark County*, Case No. 09-2-0002, FDO at 23 (Aug. 10, 2009); *Orton Farms v. Pierce County*, Case No. 04-3-0007c, FDO, at 37 (July 9, 2012).

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- A determination of the commercial productivity of the land or the land's capability of being commercially productive.⁴⁰ (The Court observed that "[t]his factor requires an assessment of whether "the land is actually used or capable of being used for agricultural production," citing *City of Redmond*⁴¹);⁴²
- A determination of the "long-term commercial significance" for agricultural production of the parcels. The Court stated this determination requires consideration of soil composition, proximity to population areas, the possibility of more intense uses of the land, and the 10 factors in former WAC 365-190-050(1).⁴³

WASHOUGAL WB

That portion of the Court of Appeals' decision remanding area WB to the Board found fault in the Board's failure to document its consideration of all of the WAC factors required to be addressed under the *Lewis County* third prong: whether the land has "long-term commercial significance" for agricultural production.⁴⁴ This prong requires consideration of soil composition, proximity to population areas, the possibility of more intense uses of the land, and the 10 factors in former WAC 365-190-050(1). *Lewis County*, 157 Wn.2d at 502.

But the record does not show that the Growth Board considered all of the WAC factors. Accordingly, we remand to the Growth Board its decision on parcel WB for further consideration.⁴⁵

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⁴⁰ Both *City of Redmond*, 136 Wn.2d at 53, and *Lewis County*, 157 Wn.2d at 502, specifically held land was "devoted to" agricultural use under RCW 36.70A.030 if it is in an <u>area</u> where the land is actually used or capable of being used for agricultural production. However, the Court of Appeals in its remand decision, after first quoting *Lewis County's* second prong at p. 231, then restated the prong to exclude consideration of the area within which the land is located, focusing solely on the land itself: "The second *Lewis County* prong requires a determination of the commercial productivity of the land or the land's capability of being commercially productive." 161 Wn. App. at 240.

⁴¹ 136 Wn.2d at 53 (1998).

⁴² Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. at 241 (2011).

⁴⁴ In regards to the Supreme Court's use of the word "may" in *Lewis County* in reference to the WAC 365-190-050 factors, the Court of Appeals decision remanding this matter to the Board stated: "Despite our Supreme Court's permissive language suggesting that counties '*may* consider the development-related factors enumerated in [former] WAC 365-190-050(1),' (citation omitted), when addressing the third prong of the *Lewis County* test to determine if land has long-term significance for agricultural production, *the regulation actually requires counties to consider the 10 factors.*" 161 Wn. App. at 232 (emphasis added).

⁴⁵ Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. at 248.

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Our review of the Growth Board's analysis of the WB parcel reveals that the Growth Board failed to make an adequate record of its consideration of most of the WAC factors. The Growth Board's analysis and finding of fact 40, 46 the only formal finding specific to parcel WB, discusses soil characteristics, tax base expansion benefits, and adjacency of the parcel to the existing UGA. But the record does not show that the Growth Board considered all the WAC factors in its review such that it could have had a "firm and definite conviction" that the County made a mistake in its de-designation decision insofar as the County made its decision based on the third *Lewis County* test prong. 47

Reconsideration of the de-designation of Area WB therefore requires the Board to review the proposal in light of WAC 365-190-050,⁴⁸ the "minimum guidelines" for designating agricultural lands.⁴⁹

WAC 365-190-050 in effect at the time of the County's de-designation decision included the following factors to be considered:

- (1) In classifying agricultural lands of long-term significance for the production of food or other agricultural products, counties and cities shall use the land-capability classification system of the United States Department of Agriculture Soil Conservation Service as defined in Agriculture Handbook No. 210. These eight classes are incorporated by the United States Department of Agriculture into map units described in published soil surveys. These categories incorporate consideration of the growing capacity, productivity and soil composition of the land. Counties and cities shall also consider the combined effects of proximity to population areas and the possibility of more intense uses of the land as indicated by:
- (a) The availability of public facilities;
- (b) Tax status:
- (c) The availability of public services;
- (d) Relationship or proximity to urban growth areas;
- (e) Predominant parcel size:
- (f) Land use settlement patterns and their compatibility with agricultural practices;

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⁴⁶ Finding of Fact 40: "In Area WB, the County's Matrix describes the land as having 82% prime agricultural soils. Most soils appear to be Class I and II. The Matrix also says that it is to be brought into the area to provide tax base for the Battle Ground School District. The area is not adjacent to the UGA and no permits for development are nearby."

⁴⁷ Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. at 248.

WAC 365-190-050 was amended effective 12/3/10. The Board applies the rule in effect in 2007.

⁴⁹ The Board, and the courts as shown by the remand decision, has found the same rules apply to designation as apply to designation.

- (g) Intensity of nearby land uses;
- (h) History of land development permits issued nearby;
- (i) Land values under alternative uses; and
- (j) Proximity of markets.

The Board will consider each of those factors in turn.

Growing Capacity, Productivity, Soil Composition

The Matrix prepared by Clark County staff indicates 82% of Area WB is made up of prime soils, and that approximately 6% of the area is critical areas. ⁵⁰ The prime soils include 80% Hesson clay loam (0 to 8% slope) (HcB), capability class II, while 10% is Hesson clay loam (20 to 30% slope) (HcD), capability class III. ⁵¹ The remainder, all sloped forested land, is capability class IV (HcE) which is similar to HcB with the difference being a thinner soil layer. ⁵²

Intervenor MacDonald Properties argues the fact Area WB lacks a water right supports the conclusion the Area is not of long-term commercial significance. However, as noted by the Petitioners, such a lack is taken into account by the USDA in classifying soils. HcB soil, which makes up 80% of Area WB, is classified as Clark County prime farmland by the USDA's Natural Resource Conservation Service. In addition, a significant percentage of Clark County's farms were not irrigated as recently as 2002. The County's decision appears to have been based, in part, on the opinion of one Commissioner that a lack of a

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Ex. 6605, Attachment A, p. 7. Ex. 6605 is entitled *July 5 and August 14, 2007 BOCC Tentative Land Use Map Agricultural Analysis Deliberation and Decision*. This document, referred to as the Matrix, included information and analysis of the statutory and regulatory factors for determining whether land qualifies as ALLTCS and applied those factors to each of the 19 parcels the County considered for de-designation.

Ex. 5837, p. 4.

Frime farmlands have the "... soil quality, growing season, and moisture supply needed to economically produce sustained high yields of crops ... Prime farmlands have an adequate and dependable water supply from precipitation or irrigation. ..." (emphasis supplied) 7 CFR 657.5 (a) (1).

[54] Ex. 6634B, p. 1.

⁵⁵ Ex. 6634A, Washington State and County Data Volume 1, Geographic Area Series • Part 47, Chapter 2: County Level Data, Table 10. Irrigation: 2002 and 1997 p. 253 (June 2004); Ex. 6548, Clark County Community Planning Report, May 21, 2007, p. 29, noted in 2002 there were 70,694 acres of Clark County land in farms and that only 4,752 acres were irrigated.

water right rendered the soils less than prime,⁵⁶ notwithstanding the fact the NRCS prime soil classification system takes water into consideration. That opinion echoes the Court of Appeals observation in regards the same argument related to La Center's de-designated areas.⁵⁷

WAC Factors

a. The availability of public facilities:

Public facilities are defined by RCW 36.70A.030(12) [and WAC 365-190-030(16)] as including streets, roads, highways, sidewalks, street and road lighting systems, traffic signals, domestic water systems, storm and sanitary sewer systems, parks and recreational facilities, and schools. Area WB has no water or sewer lines and the maps fail to show any in the vicinity.⁵⁸ The record establishes sewer and water service as well as storm water facilities are one to two miles from Area WB, although they would be available by extension from the Washougal city limits.⁵⁹ There are no structures in Area WB.⁶⁰ There is no evidence in the Record of other public facilities with the exception of the roads bordering portions of the area.

b. Tax status:

The entire area (116 acres), consisting of two parcels, is assessed and taxed at agricultural/farm current use under chapter 84.34 RCW.⁶¹ Some agricultural production is

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⁵⁶ Ex. 6606, p. 42: "... and as I said before I think them [sic] are only prime ag if you could ever get water up there and you can't for ag so I would pretty well bring that out for any long-term viability of farming and. ..." ⁵⁷ Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. at 241, n. 26: "It appears that the County relied on an individual county commissioner's belief in the difficulties in obtaining water rights or accessing water for farming on these parcels. We could not find anything in the record to support the commissioner's opinion that it would be hard to get water and/or water rights to these parcels. The county commissioner merely states this belief, which in and of itself does not constitute substantial evidence supporting the County's decision."

⁵⁸ Ex. 5837, p. 8: "Sanitary sewer, storm water, and potable water lines would be constructed and connected to existing services which are available within the city boundary of Washougal."

⁵⁹ Ex. 5837, p. 8.

⁶⁰ Ex. 6606, p. 39, lines 2-3.

⁶¹ Ex. 6605, p. 7; Ex. 5837, p. 3; The legislative declaration included in Chapter 84.34 RCW states: "The legislature hereby declares that it is in the best interest of the state to maintain, preserve, conserve and otherwise continue in existence adequate open space lands for the production of food, fiber and forest crops, and to assure the use and enjoyment of natural resources and scenic beauty for the economic and social well-

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required to qualify and remain in the current use "farm/ag" taxation program of chapter 84.34 RCW. See RCW 84.34.020(2).

c. The availability of public services:

Public services are defined by RCW 36.70A.030(13) [and WAC 365-190-030(17)] as including fire protection and suppression, law enforcement, public health, education, recreation, environmental protection, and other governmental services. There are no public facilities or services set forth on the Matrix

d. Relation or proximity to urban growth areas:

Area WB lies either one-quarter or one-half mile to the North and East of Washougal's 2004 UGA boundary⁶² and between one to two miles from the Washougal city limits.⁶³ If merely being within one-quarter mile of a UGA boundary justifies de-designation of ALLTCS, there is nothing to prevent the inexorable loss of fertile farmland. This expansion of the UGA followed by its urbanization will lead to the identical argument being made to justify further expansion as the nearby ALLTCS land will then be found to be adjacent or in proximity to urban growth.⁶⁴ As the Court of Appeals stated: "Under the GMA, the 'logical place' for expansion and growth is to build higher within the UGA, not to expand it."

e. Predominant parcel size:

The two parcels in Area WB, one of 37 acres and the other of 79 acres, are in single ownership, an average of 58 acres.⁶⁶ Clark County's farms averaged 44 acres in 2002.⁶⁷

being of the state and its citizens. The legislature further declares that assessment practices must be so designed as to permit the continued availability of open space lands for these purposes, and it is the intent of this chapter so to provide. The legislature further declares its intent that farm and agricultural lands shall be valued on the basis of their value for use as authorized by section 11 of Article VII of the Constitution of the state of Washington."

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⁶² Ex. 5837, pp. 3 and 8.

⁶³ *Id*., p. 8.

⁶⁴ Friends of Pierce County v. Pierce County, GMHB Case No. 12-3-0002c, FDO p. 51(July 9, 2012).

⁶⁵ 161 Wn. App. at 244.

⁶⁶ Ex. 6605, p. 7; Ex. 5837, p. 2.

f. Land use settlement patterns and compatibility with agricultural practices:

The Matrix indicates the two parcels include no structures, open fields and a portion of forested land while the surrounding land includes open fields, forested land and rural residential.⁶⁸ Properties nearby include a mix of rural residences with some properties having tracts of hay and pasture, and some cattle/horse grazing.⁶⁹ A larger parcel abutting the southwest border of Area WB is in hay production or pasture grazing. Two small parcels to the North are devoted to Christmas trees and rural residential use. 70 There are two parcels of 20 and 40 acres adjoining WB which are in timber/forestry. Six smaller properties are devoted to residential use and are between two and one-half and five acres.⁷¹ Some properties to the West, Northeast and South are in agricultural zoning although other parcels to the North, West and East are zoned Rural.⁷²

g. Intensity of nearby land uses:

The surrounding area is essentially undeveloped and rural in nature: "open fields, forested land and rural residential."73 Aerial photographs in the record are illustrative of the character of the area.⁷⁴

h. History of land development permits issued nearby:

There has been no urban development in the area according to Clark County staff analysis: "No urban development permits within the vicinity."⁷⁵

i. Land values under alternative uses:

Land values would clearly be higher if taken out of agriculture, rezoned, and added to the Washougal UGA.⁷⁶ The County envisioned the WB area being developed as an

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⁶⁷ Ex. 6634, 2002 Census of Agriculture, Washington State and County Data, Volume 1, Geographic Area Series, Part 47 (June, 2004), p. 238.

⁶⁸ Ex. 6605, p. 7.

⁶⁹ Ex. 5837, p. 3. ⁷⁰ *Id.*

⁷¹ *Id.* at 4.

⁷³ Ex. 6605, p. 7.

⁷⁴ Ex. 6634A includes two such photographs.

⁷⁵ Ex. 6605, Attachment A, p. 7.

 "Employment Center/Business Park."⁷⁷ The Board has previously noted the mere potential for de-designation may drive up land values. As the Amici Farm Organizations⁷⁸ observed in a recent Pierce County Growth Management Hearings Board decision:

Amici acknowledge zoning controls are not a *sufficient* guarantee that land will remain available for farming, but land use designations and the political will to enforce them are certainly a *necessary* condition for the industry's stability. *Amici* point out it is the "*flexibility* of zoning laws" that inflates land values and destabilizes the farm industry. *Amici* argue the Orton Junction de-designation of ARL and RF lands not only paves over 182 acres of prime farm lands but sends a signal to other farmers that zoning will not long protect them from urbanization, particularly if mere urban adjacency becomes the overriding factor in the de-designation analysis.⁷⁹

j. Proximity to markets:

One of the aims of the GMA is to "preserve agricultural land near our urban centers so that freshly grown food would be readily available to urban residents and the next generation could see food production and be disabused of the notion that food grows on supermarket shelves." In this matter, the nearest town is Washougal, which is between one and two miles distant. Additionally, the major metropolitan markets of Vancouver and Portland are nearby.

Based on the discussion and findings above, the Board finds and concludes Area WB has long-term commercial significance for agricultural production, the *Lewis County* third prong. The Board's conclusion is based on consideration of the soil, growing capacity, and productivity, together with consideration of the factors set out in WAC 365-190-050(1). Eighty-two percent of Area WB is prime farmland. It therefore has the "soil quality, growing season, and moisture supply needed to economically produce sustained high yields of

80 City of Redmond, 136 Wn.2d at 58.

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⁷⁶ See the *City of Redmond* decision where the Court observed: "Presumably, in the case of agricultural land, it will always be financially more lucrative to develop such land for uses more intense than agriculture." *City of Redmond v. Central Puget Sound Growth Mgmt. Hearings Bd.*, 136 Wn.2d at 52.

⁷⁷ Ex. 6605, Attachment A, p. 7

⁷⁸ Washington Sustainable Food and Farming Network, Cascade Harvest Coalition, Organically Grown Company, Tilth Producers, Terra Organics, Tahoma Farms, Let Us Farm, Washington State Farmers Market Association, and Charlie's Produce.

⁷⁹ Friends of Pierce County v. Pierce County, GMHB Case No. 12-3-0002c, FDO, p. 54 (July 9, 2012).

crops." In considering the WAC 365-190-050(1) factors, the Board finds and concludes: Area WB lacks public facilities and services with the exception of being adjacent to a rural road, it is not located near an existing UGA, it is comprised of two large parcels, there is no evidence of incompatibility with agricultural practices, nearby uses are of low intensity, no land development has taken place in the area, and it is in close proximity to markets for agricultural products. The fact land values would be higher if the Area was de-designated is the only factor supporting de-designation.

Beyond the considerations referenced above, the Board notes the County's focus on economic opportunities in regards to Area WB as reflected in the BOCC [Board of County Commissioners] Deliberation/Decision column of the Matrix, the Final Environmental Impact Statement, Volume II, as well as a staff report:

The low percentage of critical land and high percentage of prime ag soils only provide good farm land when there is access to water. There is no access to water in this sub area.⁸¹

The area would serve a higher purpose if converted to employment land which would increase the tax base for the City. It would also benefit the School District to assist in providing a better education for the children in the Washougal School District.

It was determined that this area be de-designated from agricultural use and brought into the UGB [urban growth boundary] as Employment Center/Business Park.⁸²

The Washougal UGA would expand to the northwest and northeast corners of the existing UGA and city limits for a mix of residential low-density, medium density, and high density uses. A large area of employment center/business park would be added east of SE Lawton and SE Jennings road.⁸³

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⁸¹ While the comment regarding a lack of irrigation water appears to be accurate, the observation that the Area would only be good farmland dependent on access to water appears to be false. See the discussion above regarding Soils.

⁸² Ex. 6605, p. 7.

⁸³ Ex. 2812-2813, p. 21.

It was determined that both these sub-areas **would serve a higher purpose** as employment land, which would create more jobs, increase the tax base for the City and the benefit the School District⁸⁴ (emphasis added).

Elevating economic factors in regards to Area WB above the GMA goal to maintain and enhance agricultural lands and the agricultural industry reflects the same failing the Court of Appeals noted in discussing the La Center de-designated areas LB-1, LB-2, and LE. As the Court stated there:

Moreover, the County's overtly heavy reliance on economic factors when deciding whether land has long-term agricultural commercial significance runs afoul of several of the GMA's planning goals – namely, the County's duty to "designate and conserve agricultural lands." *Soccer Fields*, 142 Wn.2d at 558 (analyzing the GMA's "[n]atural resource industries" planning goal – RCW 36.70A.020(8)). In addition, the County's emphasis on economic factors violates RCW 36.70A.020(5), which requires counties to "[e]ncourage economic development . . . within the capacities of the state's natural resources, public services, and public facilities" (emphasis added). 85

Conclusion

Having considered the Briefs of the parties, oral argument, and having reviewed the entire record, and based on the discussion and findings above, the Board concludes the action of Clark County in de-designating Area WB was clearly erroneous in view of the entire record before the Board and in light of the goals and requirements of chapter 36.70A RCW. The Board concludes the County committed clear error in its analysis of the *Lewis County* test's third prong, that prong focusing on the long-term commercial significance of agricultural land. The Board finds and concludes the de-designation of Area WB failed to comply with RCW 36.70A.020(8) and RCW 36.70A.170.

VANCOUVER VA AND VANCOUVER VA-2

In remanding this matter to the Board, the Court of Appeals stated:

In effect, the County argues that the Growth Board erred when reviewing the County's assessment of the first *Lewis County* prong. We agree and remand

85 Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. at 243.

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⁸⁴ Ex. 6605, 20-Year Comprehensive Growth Management Plan 2004-2024, Issue Paper # 7, p. 4.

to the Growth Board for reconsideration of its decision on parcels VA and VA-2. 86

In addition, the Court stated:

These parcels' relative proximity to all the development occurring in both UGAs, but particularly the Vancouver UGA, belies the Growth Board's conclusion that the VA and VA-2 parcels are not characterized by urban growth. It appears that the Growth Board's determination that the County committed clear error in the de-designation of these parcels was based on an error in the Growth Board's application of the statutory definition of "characterized by urban growth" in the first *Lewis County* prong. Accordingly, we remand to the Growth Board its decisions regarding parcels VA and VA-2 for further consideration.⁸⁷

The parties disagree on the appropriate interpretation of the Court's remand directive. The County and Intervenors suggest the court has decided the question of whether Areas VA and VA-2 are "characterized by urban growth" while Petitioners argue the question was returned to the Board for "reconsideration" or "further consideration." However, the fact all the parties briefed and argued the issue of whether Areas VA and VA-2 were "characterized by urban growth" illustrates they were unsure of the Court's intent.

Based on the Board's review of the Court's decision, it concludes the matter has been decided: Areas VA and VA-2 have been determined by the Court of Appeals to be "characterized by urban growth," the *Lewis County* first prong. The Board bases that determination, in part, on the Court's use of the words "belies the Growth Board's conclusion." The Court also employed the word "belies" in discussion of the dedesignation of Areas LB-1, LB-2, and LE. "All the evidence in the County's matrix belies a conclusion that parcels LB-1, LB-2, and LE are characterized by urban growth." The Court followed that observation with a statement that the Board correctly concluded the County erred in assessing the urban growth characteristics of the LaCenter parcels. ⁸⁹ There is little

⁹ Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. at 247.

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⁸⁶ Id. at 246.

⁸⁷ Id. at 247.

⁸⁸ Oxford Dictionary (American English) (US): fail to fulfill or justify (a claim or expectation); betray; http://www.oxforddictionaries.com/us/definition/american_english/belie.

room to argue use of the word "belies" in the contexts employed by the Court leads to any other result.

An additional factor supporting the Board's conclusion that the issue has been decided is the Court's decision to not consider other arguments challenging the Board's conclusions. "Because we remand on these grounds, we need not consider other arguments such as a challenge to finding of fact 33 regarding the adequacy of the Growth Board's evaluation of the WAC factors for the VA and VA-2 parcels." ⁹⁰

Having reached that conclusion however, in light of previous appellate decisions directing the Board to consider all issues, ⁹¹ the likelihood this matter may once again be considered by the appellate courts, and the fact all parties briefed and argued the second and third *Lewis County* prongs, the Board deems it appropriate to address them. As enunciated by the *Lewis County* court, they are:

- 2. Whether the land is primarily devoted to the commercial production of agricultural products enumerated in RCW 36.70A.030(2), including land in areas used or capable of being used for production based on land characteristics; ⁹²
- 3. Whether the land has long-term commercial significance for agricultural production, as indicated by soil, growing capacity, productivity, and whether it is near population areas or vulnerable to more intense uses. Counties may [in actuality, are "required to"] consider the development-related factors enumerated in WAC 365-190-050(1)

Prong 2:

This Prong requires consideration of whether land is primarily devoted to the commercial production of agricultural products, "including land in areas used or capable of use in agricultural production based on land characteristics." Land is so devoted if it is in an

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Id., n. 30: "Because we remand on these grounds, we need not consider other arguments such as a challenge to finding of fact 33 regarding the adequacy of the Growth Board's evaluation of the WAC factors for the VA and VA-2 parcels."
See Suggramish Tribe v. Control. Puggt Sound Crowth Month Hoosings Bell, 450 Min. Age, 1770. Description.

⁹¹ See *Suquamish Tribe v. Central Puget Sound Growth Mgmt. Hearings Bd.*, 156 Wn. App. at 778: Board had failed to decide all the issues presented for review "based on an erroneous legal conclusion that leads [the board] to either not decide or to inadequately decide an issue."

⁹² See also *City of Redmond v. Central Puget Sound Growth Mgmt. Hearings Bd.*, 136 Wn.2d at 53: We hold land is 'devoted to' agricultural use under RCW 36.70A.030 if it is in an area where the land is actually used or capable of being used for agricultural production."

area used or capable of being used for agricultural production. ⁹³ It is clear that both Areas VA and VA-2 have soils suitable for agriculture. The Court of Appeals observation of the Board's conclusion when addressing Prong 2 in regards to the La Center Areas (LB-1, LB-2, and LE) provides guidance: "All areas are capable of being farmed." In that regard, a comparison of the percentages of prime soils on the La Center areas with those on VA and VA-2 is noteworthy:

VA-86%; VA-2-59%

LB-1-57%; LB-2-80%; LE-79%

The percentages of prime soils in the Vancouver areas exceed those in the La Center areas.

Additionally, both VA and VA-2 are located within "areas used or capable of being used" for agricultural production. Not only were these areas designated as ALLTCS less than three years prior, additional lands to the southwest and northeast were so designated with several hundreds of acres to the Northeast remaining as designated agricultural lands following adoption of the Ordinance challenged in this matter. The areas are described on the Matrix as being characterized by open fields, forested land, interspersed residences and farm buildings (VA); open fields, rural residential, farm buildings (VA-2). Similarly, nearby land uses are described for both areas as rural residential, open fields and forest land. ⁹⁴

Holt Homes argues it has no intent nor does it currently use its portion of these areas for agricultural production. Both Holt Homes and Birchwood Farms referred to the Globalwise, Inc. ⁹⁵ report which indicates there are no commercial farms within either of these areas. ⁹⁶ However, the Supreme Court addressed the issue of landowner intent in the *City of Redmond* decision:

... there are compelling reasons against concluding the Legislature intended current use or landowner intent to control the designation of natural resource lands under the GMA. First, if current use were a criterion, GMA

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⁹³ City of Redmond, 136 Wn.2d at 53; and Lewis County, 157 Wn.2d at 502.

⁹⁴ Ex. 6605, p. 5.

⁹⁵ Ex. 6548, *Analysis of the Agricultural Economic Trends and Conditions in Clark County, Washington*, April 16. 2007.

⁹⁶ Intervenor Holt Homes, Inc.'s Hearing Brief at 10; Intervenor-Respondent Birchwood Farms, LLC's Respondent's Brief at 10.

comprehensive plans would not be plans at all, but mere inventories of current land use. The GMA goal of maintaining and enhancing natural resource lands would have no force; it would be subordinate to each individual landowner's current use of the land.

... if landowner intent were the controlling factor, local jurisdictions would be powerless to preserve natural resource lands. Presumably, in the case of agricultural land, it will always be financially more lucrative to develop such land for uses more intense than agriculture.97

The Board finds and concludes Areas VA and VA-2 constitute land in areas used or capable of being used for agricultural production based on land characteristics.

Prong 3:

Growing Capacity, Productivity, Soil Composition

Eighty-six percent of Area VA has prime agricultural soil while VA-2 has 59%. Prime farmland is described by the Code of Federal Regulations as "land that has the best combination of physical and chemical characteristics for producing food, feed, forage, fiber, and oilseed crops. . . . It has the soil quality, growing season, and moisture supply needed

While the County and Intervenors argue physical constraints affect both areas, they acknowledge these areas have high quality farm soils. 99 Physical constraints, such as the presence of wetlands referenced by Intervenors, existed when these areas were first designated as ALLTCS and, furthermore, would not affect use of the areas as agricultural land.

VA and VA-2 - WAC Factors

a. The availability of public facilities:

Public facilities are defined by RCW 36.70A.030(12) and WAC 365-190-030(16) as including streets, roads, highways, sidewalks, street and road lighting systems, traffic

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⁹⁷ City of Redmond v. Central Puget Sound Growth Mgmt. Hearings Bd., 136 Wn.2d at 52.

^{98 7} CFR Ch. VI Part 657, Section 657.5 (a).

⁹⁹ Clark County's Brief on Remand at 8; Intervenor Holt Homes, Inc.'s Hearing Brief at 10; Intervenor-Respondent Birchwood Farms, LLC's Respondent's Brief at 11.

signals, domestic water systems, storm and sanitary sewer systems, parks and recreational facilities, and schools. A map shows a water line at the southern edge of Area VA, however it does not appear there is any public water service provided to VA.¹⁰⁰ Nor does the map indicate any water lines near Area VA-2. There are no sewer lines near either area. NE 179th abuts the southern edge of Area VA and NE 50th lies along the eastern boundary of both areas. NE 179th abutting VA is a two-lane principal arterial while NE 50th abutting VA-2 is a two-lane rural minor collector with shoulders.¹⁰¹ The Matrix mentions no other public facilities in the area.

Birchwood Farms points to information in the Record that water and sewer service can be made available to these areas.¹⁰² Both Birchwood Farms and Holt Homes also argue the County has plans to improve the adjacent roads although no timeline for such work appears in the Record.

The information addressing the availability of utility services as well as future road improvements appears to be speculative. It is clear that at the time of the County's decision to de-designate these areas, the only public facilities were the water lines adjacent to VA, NE 179th and NE 50th.

b. Tax status:

Forty percent of the land in VA is enrolled in the current use taxation program (chapter 84.34 RCW) while none of the land in VA-2 is so enrolled. Some agricultural production is required to qualify and remain in the current use agricultural taxation program of chapter 84.34 RCW. See RCW 84.34.020(2).

c. The availability of public services:

Public services are defined by RCW 36.70A.030(13) and WAC 365-190-030(17) as including fire protection and suppression, law enforcement, public health, education, recreation, environmental protection, and other governmental services. Any such services

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¹⁰⁰ Ex. 6605, Map titled Comprehensive Growth Management Plan NW Vancouver UGA –Map 1.

¹⁰¹ Ex. B attached to Intervenor Holt Homes' Hearing Brief.

¹⁰² Ex. 5306, letter from Olson Engineering, Inc. dated October 26, 2005.

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would be provided to Areas VA and VA-2 by Clark County as the areas are within the unincorporated portion of the County. The Matrix makes no specific reference to any public services/facilities in the area (with the exception of the water line bordering VA). Clark County asserts there is a school within two miles of VA-2 and it references the water line adjacent to VA, at a distance of one-half mile.¹⁰³

d. Relation or proximity to urban growth areas:

Areas VA and VA-2 are adjacent to each other with the latter lying to the north. Prior to the expansion of the UGA boundary in 2007, these areas were a significant but indeterminable distance (based on the Record) from the nearest boundary of the Vancouver UGA and approximately two miles from the Battle Ground UGA. The city limits of Vancouver and Battle Ground lie beyond the UGA boundaries.

Birchwood Farms and Holt Homes point to a Washington State University facility and Legacy Hospital, describing them as "nearby;" and Holt argues the area surrounding VA is "intensely urbanizing." The Petitioners estimate the WSU facility is nearly one mile from Area VA while Legacy Hospital is estimated to be more than two miles. Those distances were not refuted although Intervenors argued at the Hearing on the Merits that the northern boundary of the WSU real property was much nearer.

e. Predominant parcel size:

Area VA totals 125 acres. ¹⁰⁶ Nearly all of that acreage is owned by Intervenors Holt Homes and Birchwood Farms. ¹⁰⁷ The four parcels in Area VA vary from 11 to 75 acres. ¹⁰⁸ The median parcel size is 31.25 acres. VA-2 is 23 acres made up of three parcels ranging in

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¹⁰³ Clark County's Brief on Remand at 8.

¹⁰⁴ Intervenor Holt Homes, Inc.'s Hearing Brief at 13; Intervenor-Respondent Birchwood Farms, LLC's Respondent's Brief at 13.

¹⁰⁵ Petitioners' Reply Brief at 17.

¹⁰⁶ Ex. 6605, p. 7.

¹⁰⁷ Ex. 246, p. 1 and Ex. 250, p. 2.

¹⁰⁸ Ex. 6605, p. 7.

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size from approximately 1 to 18 acres. Clark County's farms averaged 44 acres in 2002 and there were 471 farms of between one and nine acres located in the County that year. 109

f. Land use settlement patterns and compatibility with agricultural practices:

As set forth above, the land uses of the area surrounding both VA and VA-2 consist of rural residential, open fields, and forested land. There is no evidence in the Record that indicates concerns regarding compatibility with agricultural practices.

g. Intensity of nearby land uses:

The surrounding development is of low intensity (rural residential, open fields, and forested land¹¹¹) including land designated as ALLTCS.¹¹² The nearest more intense development includes the aforementioned WSU facility, a subdivision to the Southwest, and a freeway interchange to the West. None of those could be characterized as "nearby" although actual distances cannot be discerned from the Record. The aerial photographs of the Northwest Vancouver area included with Exhibit 6634A provide the best information in that regard.

h. History of land development permits issued nearby:

Urban development in the area did not exist according to the Matrix: "No urban development permits in process within the vicinity" of the two subareas. 113

i. Land values under alternative uses:

Land values would clearly be higher if taken out of agriculture, rezoned, and added to the Vancouver UGA. See discussion of this factor in the Board's analysis of Area WB.

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¹⁰⁹ Ex. 6634, 2002 Census of Agriculture, Washington State and County Data, Volume 1, Geographic Area Series, Part 47 (June, 2004), p. 238. ¹¹⁰ Ex. 6605, p. 7.

Ex. 6605, Attachment A: July 5, 2007, and August 14, 2007, BOCC Tentative Land Use Map Agricultural Analysis Deliberation and Decision, p. 5 (10/9/2007).

¹¹² Ex. 6605, Map entitled NW Vancouver UGA-Map1.

¹¹³ Ex. 6605, p. 7.

j. Proximity to markets:

The nearest markets for agricultural products are Vancouver, Battle Ground, and, for Area VA-2, Ridgefield.

The Board acknowledges jurisdictions have discretion when considering dedesignation of natural resource lands including whether an area has long-term commercial significance for agricultural production. Lewis County's Prong 3 requires analysis of the soil, growing capacity, productivity, and whether the property is near population areas or vulnerable to more intense uses. The latter have been referred to as the development related factors of WAC 365-190-050(1). In this matter, based on the discussion and findings above, the Board finds and concludes Areas VA and VA-2 have long-term commercial significance for agricultural production. That conclusion is based on consideration of the soil, growing capacity, and productivity, as well as consideration of the WAC 365-190-050(1) factors. Both areas include significant areas of prime farmland: they have the "soil quality, growing season, and moisture supply needed to economically produce sustained high yields of crops." As to the WAC 365-190-050(1) factors, the Board finds and concludes: VA and VA-2 lack significant public facilities and services, were not located near then-existing UGAs, are made up primarily of large parcel/ownership sizes, there is no evidence of incompatibility with agricultural practices, nearby uses are of low intensity, there has been no land development in the area, and they are in close proximity to markets for agricultural products. The sole WAC factor militating in favor of de-designation is the fact land values would be higher should that decision be made.

ORDER

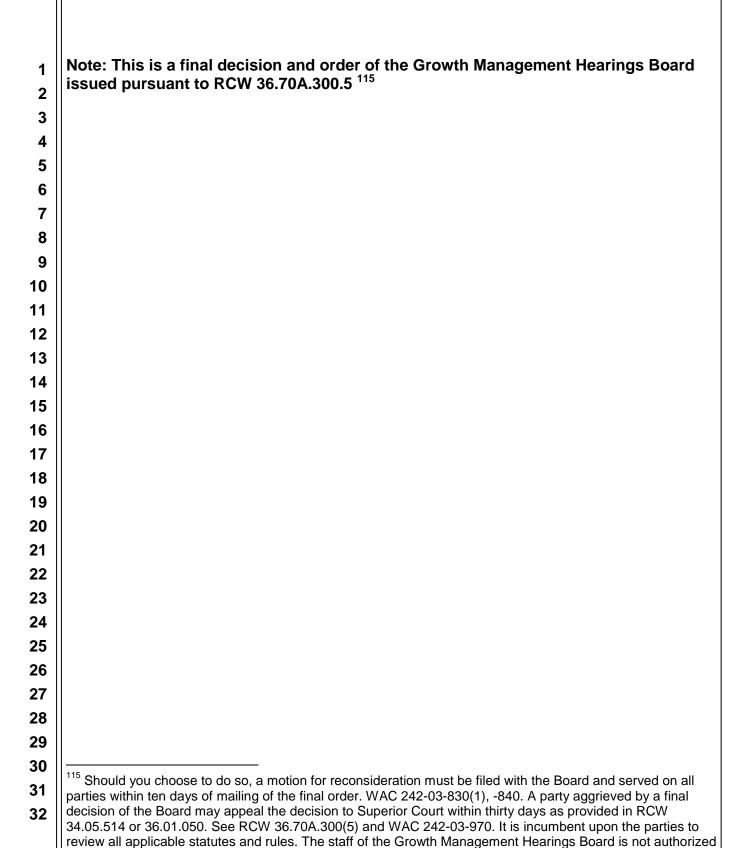
Based upon the decision of the Court of Appeals in *Clark County v. W. Wash. Growth Mgmt. Hearings Board,* 161 Wn. App. 204, review of the briefs and exhibits submitted by the parties, the entire record, the GMA, prior Board orders and case law, and having considered the arguments of the parties and having deliberated on the matter, the Board ORDERS:

- The Petitioners are unable to meet their burden of proof to establish violations involving Areas VA and VA-2 as that question was addressed and resolved by the decision of the Court of Appeals;
- 2. The Petitioners have met their burden of proof to establish Clark County failed to comply with 36.70A.050(3) and 36.70A.170(1) & (2) in de-designating Area WB. Because that decision was not adopted in compliance with the GMA, the portion of Clark County Ordinance 2007-09-13 de-designating Area WB was clearly erroneous in view of the entire record before the Board and in light of the goals and requirements of the GMA;
- 3. The Board found and concluded in the Amended Final Decision and Order that the action of Clark County in de-designating Area WB substantially interfered with RCW 36.70A.020(8) and invalidated that portion of Ordinance No. 2007-09-13 as it pertained to Area WB.¹¹⁴ The Board affirms and continues that determination of invalidity with this Order.
- **4.** Findings and Conclusions in the June 3, 2008, Amended Final Decision and Order addressing the question of whether Area WB had long term commercial significance for agricultural production are supplemented as set forth in the body of this Order.

Entered this 11th day of March, 2014.

William Roehl, Board Member
Nina Carter, Board Member
 Margaret Pageler, Board Member

¹¹⁴ Amended Final Decision and Order, p. 72 (June 3, 2008).



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to provide legal advice.